
STATUTORY INSTRUMENTS

2016 No. 344

The Employment Allowance (Excluded Companies) Regulations 2016

Amendment to the National Insurance Contributions Act 2014

2. In section 2 of the National Insurance Contributions Act 2014 (exceptions), after subsection (4) insert—

“Excluded companies

(4A) A body corporate (“C”) cannot qualify for an employment allowance for a tax year if—

- (a) all the payments of earnings in relation to which C is the secondary contributor in that year are paid to, or for the benefit of, the same employed earner, and
- (b) when each of those payments is made, that employed earner is a director of C.”.